STATE BOARD OF ACCOUNTS 302 West Washington Street Room E418 INDIANAPOLIS, INDIANA 46204-2765

EXAMINATION REPORT

OF

HARRISON TOWNSHIP

DELAWARE COUNTY, INDIANA

January 1, 2003 to December 31, 2005

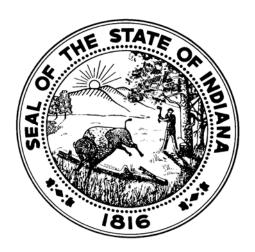




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OFFICIALS

Office	<u>Official</u>	<u>Term</u>
Trustee	Patricia Glass	01-01-03 to 12-31-06
Chairman of the Township Board	Charles Paul	01-01-03 to 12-31-06



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF HARRISON TOWNSHIP, DELAWARE COUNTY, INDIANA

We have examined the schedules of receipts, disbursements, and cash and investment balances of Harrison Township (Township), for the period of January 1, 2003 to December 31, 2005. The Township's management is responsible for the schedules. Our responsibility is to express an opinion based on our examination.

Our examination was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants and, accordingly, included examining, on a test basis, evidence supporting the schedule of receipts, disbursements, and cash and investment balances and performing such other procedures as we considered necessary in the circumstances. We believe that our examination provides a reasonable basis for our opinion.

In our opinion, the schedules referred to above present fairly, in all material respects, the cash transactions of the Township for the years ended December 31, 2003, 2004, and 2005, based on the criteria set forth in the uniform compliance guidelines established by the Indiana State Board of Accounts.

STATE BOARD OF ACCOUNTS

September 27, 2006

HARRISON TOWNSHIP, DELAWARE COUNTY SCHEDULES OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES ALL GOVERNMENTAL AND FUDICIARY FUND TYPES

As Of And For The Years Ended December 31, 2003, 2004, And 2005

	Inv	ash and estments 1-01-03	Receipts	Dist	oursements	Cash and Investments 12-31-03
Governmental Funds: General Dog Township Assistance Firefighting Levy Excess Cumulative Fire Fiduciary Fund:	\$	34,592 786 19,474 13,514 1,164	\$ 16,401 508 12,030 24,513 - 32,775	\$	16,480 486 6,881 18,060	\$ 34,513 808 24,623 19,967 1,164 32,775
Payroll Withholdings		137	 1,267		932	 472
Totals	\$	69,667	\$ 87,494	\$	42,839	\$ 114,322
	Inv	ash and restments 1-01-04	 Receipts	Dist	oursements	 Cash and Investments 12-31-04
Governmental Funds: General Dog Township Assistance Firefighting Rainy Day Levy Excess Cumulative Fire Fiduciary Fund: Payroll Withholdings	\$	34,513 808 24,623 19,967 - 1,164 32,775	\$ 17,359 492 12,599 28,196 1,614 - 32,237	\$	17,421 540 10,154 18,963 - - - 1,308	\$ 34,451 760 27,068 29,200 1,614 1,164 65,012
Totals	\$	114,322	\$ 93,835	\$	48,386	\$ 159,771
Occupants of Europe	Inv	ash and restments 1-01-05	 Receipts	Disk	oursements	 Cash and Investments 12-31-05
Governmental Funds: General Dog Township Assistance Firefighting Rainy Day Levy Excess Cumulative Fire Fiduciary Fund: Payroll Withholdings	\$	34,451 760 27,068 29,200 1,614 1,164 65,012	\$ 30,337 520 11,701 19,303 - 794 32,330 1,350	\$	17,505 460 4,881 20,094 - 1,164 322 1,364	\$ 47,283 820 33,888 28,409 1,614 794 97,020
Totals	\$	159,771	\$ 96,335	\$	45,790	\$ 210,316

The accompanying notes are an integral part of the schedules.

HARRISON TOWNSHIP, DELAWARE COUNTY NOTES TO SCHEDULES

Note 1. Introduction

The Township was established under the laws of the State of Indiana. The Township provides the following services: public safety, health and social services, culture and recreation, and general administrative services.

Note 2. Fund Accounting

The Township uses funds to report on its cash and investments and the results of its operations on a cash basis. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain governmental functions or activities.

Note 3. Budgets

The operating budget is initially prepared and approved at the local level. In addition, funds for which property taxes are levied are subject to final approval by the Indiana Department of Local Government Finance.

Note 4. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the Township in June and December. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the Township on or prior to December 31 of the year collected.

Note 5. Deposits and Investments

Deposits, made in accordance with Indiana Code 5-13, with financial institutions in the State of Indiana at year end were entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statute (IC 5-13-9) authorizes the Township to invest in securities including, but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

HARRISON TOWNSHIP, DELAWARE COUNTY EXAMINATION RESULT AND COMMENT

PENALTIES, INTEREST AND OTHER CHARGES

Penalties and interest were paid to the Indiana Department of Revenue on June 10, 2005, for the quarter period ending March 31, 2005.

Officials and employees have the duty to pay claims and remit taxes in a timely fashion. Failure to pay claims or remit taxes in a timely manner could be an indicator of serious financial problems which should be investigated by the governmental unit.

Additionally, officials and employees have a responsibility to perform duties in a manner which would not result in any unreasonable fees being assessed against the governmental unit.

Any penalties, interest or other charges paid by the governmental unit may be the personal obligation of the responsible official or employee. (Accounting and Uniform Compliance Guidelines Manual for Townships, Chapter 13)

HARRISON TOWNSHIP, DELAWARE COUNTY EXIT CONFERENCE
The contents of this report were discussed on September 27, 2006, with Patricia Glass, Trustee. The official concurred with our finding.